

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input checked="" type="checkbox"/> Twp <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Unit Name TOWNSHIP OF FREMONT	County TUSCOLA
Fiscal Year End 3-31-06	Opinion Date 6-27-06	Date Audit Report Submitted to State 7-19-06	

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

YES ☒ NO ☐ Check each applicable box below. (See instructions for further detail.)

1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☒ ☐ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☒ ☐ The local unit has adopted a budget for all required funds.
5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☒ ☐ The local unit is free of repeated comments from previous years.
12. ☐ ☒ The audit opinion is UNQUALIFIED.
13. ☒ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)	
Financial Statements	<input checked="" type="checkbox"/>		
The letter of Comments and Recommendations	<input type="checkbox"/>	N/A	
Other (Describe)	<input type="checkbox"/>		
Certified Public Accountant (Firm Name) ANDERSON, TUCKEY, BERNHARDT & DORAN, P.C.		Telephone Number 989-673-3137	
Street Address 715 East Frank St. Caro, Michigan 48723-1623		City	State Zip
Authorizing CPA Signature <i>Gary R. Anderson</i>		Printed Name GARY R. ANDERSON	License Number 1101005476

FREMONT TOWNSHIP
Tuscola County, Michigan

Report on Financial Statements

March 31, 2006

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ANDERSON, TUCKEY, BERNHARDT & DORAN, P.C.

Certified Public Accountants



Gary R. Anderson, CPA
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Robert L. Tuckey, CPA
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June 27, 2006

INDEPENDENT AUDITORS' REPORT

Members of the Township Board
Fremont Township
Tuscola County, Michigan

We have audited the accompanying financial statements of each major fund and the aggregate remaining fund information of the Township of Fremont as of and for the year ended March 31, 2006, which comprises the Township's basic financial statements required by accounting principles generally accepted in the United States of America. These financial statements are the responsibility of Fremont Township's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Management has not presented government-wide financial statements to display the financial position and changes in the financial position of its governmental activities. Accounting principles generally accepted in the United States of America require the presentation of government-wide financial statements. The amounts that would be reported in government-wide financial statements for the Township of Fremont's governmental activities are not reasonably determinable.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township of Fremont as of March 31, 2006, or changes in its financial position or cash flows where applicable, for the year then ended.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental financial information listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the general-purpose financial statements of Fremont Township. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

Anderson, Tuckey, Bernhardt & Doran, P.C.

ANDERSON, TUCKEY, BERNHARDT & DORAN, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

GENERAL PURPOSE FINANCIAL STATEMENTS

FREMONT TOWNSHIP
 Combined Balance Sheet - All Fund Types and Account Group
 March 31, 2006

	<u>GOVERNMENTAL FUND TYPE</u>	<u>ACCOUNT GROUP</u>	<u>FIDUCIARY FUND TYPE</u>
	<u>GENERAL</u>	<u>GENERAL FIXED ASSETS</u>	<u>TRUST & AGENCY</u>
<u>ASSETS</u>			
Cash	\$ 52,748		\$ 44,306
Certificates of Deposit	171,385		
Taxes Receivable	2,888		247,773
Due from CTCF	60,247		
Prepaid expenses	76,375		
General fixed assets		\$ 84,835	
<u>TOTAL ASSETS</u>	<u>\$ 363,642</u>	<u>\$ 84,835</u>	<u>\$ 292,079</u>
<u>LIABILITIES & FUND BALANCE</u>			
Accounts payable	\$ -		
Payroll liabilities	-		
Due to General Fund			\$ 60,247
Due to other governmental units			231,832
Total Liabilities	-	-	292,079
Fund Balance:			
Investment in general fixed assets		\$ 84,835	
Unreserved:			
Designated for building fund	103,401		
Designated for Reappraisal	71,100		
Undesignated	189,141	-	-
Total Fund Balance	363,642	84,835	-
<u>TOTAL LIABILITIES & FUND BALANCE</u>	<u>\$ 363,642</u>	<u>\$ 84,835</u>	<u>\$ 292,079</u>

The accompanying notes are an integral part of the financial statements.

TOTAL
(MEMORANDUM ONLY)

MARCH 31,	
<u>2006</u>	<u>2005</u>
\$ 97,054	\$ 140,349
171,385	151,756
250,661	291,794
60,247	109,619
76,375	36,239
84,835	84,835
<u>\$ 740,556</u>	<u>\$ 814,592</u>
\$ -	\$ 4,327
60,247	109,619
231,832	275,351
<u>292,079</u>	<u>389,297</u>
84,835	84,835
103,401	61,500
71,100	0
189,141	278,960
<u>448,477</u>	<u>425,295</u>
<u>\$ 740,556</u>	<u>\$ 814,592</u>

FREMONT TOWNSHIP
Statement of Revenues, Expenditures and
Changes In Fund Balance - General Fund
For the Year Ended March 31, 2006

REVENUES:	
Taxes	\$ 102,366
Intergovernmental	173,684
Licenses and permits	4,547
Charges for services	14,450
Interest	2,460
Miscellaneous	<u>2,132</u>
TOTAL REVENUES	<u>299,638</u>
 EXPENDITURES:	
Legislative	33,542
General government	100,536
Public safety	16,975
Highways and streets	121,518
Drain-at-large	3,884
Other expenditures	<u>-</u>
TOTAL EXPENDITURES	276,456
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>23,182</u>
 FUND BALANCE - BEGINNING OF YEAR	<u>340,460</u>
 FUND BALANCE - END OF YEAR	<u><u>\$ 363,642</u></u>

The accompanying notes are an integral part of the financial statements.

FREMONT TOWNSHIP
Statement of Revenues, Expenditures
and Changes In Fund Balance - Budget and Actual
General Fund
Year Ended March 31, 2006

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
Taxes	\$ 102,000	\$ 102,366	\$ 366
Intergovernmental	111,125	173,684	62,559
Licenses and permits	2,100	4,547	2,447
Charges for services	9,381	14,450	5,069
Interest	2,000	2,460	460
Miscellaneous	1,150	2,132	982
TOTAL REVENUES	<u>227,756</u>	<u>299,638</u>	<u>71,882</u>
EXPENDITURES:			
Legislative	38,280	33,542	4,738
General government	147,185	100,536	46,649
Public safety	25,433	16,975	8,458
Highways and streets	173,814	121,518	52,296
Drain-at-large	6,000	3,884	2,116
Other expenditures	1,500	-	1,500
TOTAL EXPENDITURES	<u>392,212</u>	<u>276,456</u>	<u>115,756</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(164,456)</u>	<u>23,182</u>	<u>187,638</u>
FUND BALANCE - BEGINNING OF YEAR	<u>340,460</u>	<u>340,460</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 176,004</u>	<u>\$ 363,642</u>	<u>\$ 187,638</u>

The accompanying notes are an integral part of the financial statements.

FREMONT TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Fremont became a Township prior to 1859 and is located in Tuscola County. The Township is operated under a Township Board consisting of five members. The Township provides various services to approximately 3,500 residents.

The accounting policies of Fremont Township conform to generally accepted accounting principles applicable to governmental units, except for GASB 34 as explained in Note 9. The following is a summary of more significant policies:

THE REPORTING ENTITY:

The accompanying general purpose financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity" for determining the various governmental organizations to be included in the reporting entity. The Township is the primary government that has oversight responsibility and control over all activities. The Township receives funding from local, state and federal government sources and must comply with the concomitant requirements of these funding source entities. However, the Township is not included in any other governmental "reporting entity" as defined in GASB pronouncements since the Township Board members are a publicly elected governing body that has separate legal standing and is fiscally independent of other governmental entities. As such, the Board has decision-making authority, the authority to levy taxes and determine its budget, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. The Township does not include any other component units within its general-purpose financial statements.

BASIS OF PRESENTATION:

The financial activities of the local unit are recorded in separate funds and account groups, categorized and described as follows:

GOVERNMENTAL FUNDS:

General Fund - The General Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

ACCOUNT GROUPS:

General Fixed Assets Account Group - This account group presents the fixed assets of the Township.

FREMONT TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued):

BASIS OF ACCOUNTING:

The modified accrual basis of accounting is followed in the governmental fund types. The modified accrual basis of accounting is defined as the basis of accounting under which expenditures other than accrued interest on general long term obligations are recorded at the time liabilities are incurred and revenues are recognized when available or measurable. Modifications in such method from the accrual basis are as follows:

1. Property taxes and other revenues that are measurable but not available for use to financial operations are recorded as deferred revenue. Other revenue is recorded when earned.

Properties are assessed as of December 1 and the related property taxes become a lien on July 1 of the following year. These taxes are due on February 14 after which they are added to the County tax rolls.

2. Payments for inventoriable types of supplies are recorded as expenditures at the time of purchase.

CASH AND INVESTMENTS:

Michigan Compiled Laws, Section 129.91, authorizes Fremont Township to deposit and invest in the account of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan. The Township Board has designated several local banks for the deposit of Township funds.

The Township's retirement system's investments are held in trust by the investment fiduciary. Michigan Compiled Laws, Section 38.1132, authorizes the Township's retirement system to invest in a wide variety of investments including stocks, bonds, certificates of deposit, real estate, annuity contracts obligations of a specified nature, and real or personal property. Specific limitations apply to the various investment types depending on the size of the system.

The Township's deposits and investments are in accordance with statutory authority.

RECEIVABLES:

Receivables have been recognized for all significant amounts due the Township. Valuation reserves have not been provided in that collection thereof is not considered doubtful and any uncollected amounts would be immaterial.

FREMONT TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued):

COMPARATIVE DATA:

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations. However, comparative data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW:

Total columns on the combined statements - overview are captioned **Memorandum Only** to indicate that they are presented only to facilitate financial analysis.

FIXED ASSETS:

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued to cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. Fixed assets purchased within the proprietary funds and the non-expendable trust fund are reported as assets within those funds and accordingly, are included on their balance sheet.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government. Primarily because of this policy, total expenditures for capital improvements in the governmental funds do not equal total additions to the general fixed asset account group.

NOTE 2 - PENSION PLAN:

The Township of Fremont contributes to the Township of Fremont Group Pension Plan, which is a defined contribution pension plan, sponsored by Manufacturers Life Insurance Company. The plan has been adopted under the provisions of section 401(a) of the Internal Revenue Code.

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive.

Under a defined contribution pension plan, the benefits a participant will receive depends solely on the amount contributed to the participant's account, the returns earned on investment of those contributions, and forfeitures of other participant's benefits that may be allocated to such participant's account.

FREMONT TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 2 - PENSION PLAN, (Continued):

Contributions made by the Township or elected officials vest immediately. An elected official who leaves the employment of the Township is entitled to his or her contributions and the Township's contributions, plus interest earned. The Township is required to contribute an amount based upon the elected official's base salary on May 1 of the plan year.

The amount that the Township will contribute is 25% of the elected official's annual covered compensation for the year ended March 31, 2006, subject to a minimum contribution of \$200.

During the year the Township's required and actual contributions including fees amounted to \$8,297 for the year ended March 31, 2006 and \$9,536 for the year ended March 31, 2005.

NOTE 3 - CHANGES IN GENERAL FIXED ASSETS:

A summary of changes in general fixed assets is as follows:

	<u>BALANCE</u> <u>APRIL 1,</u> <u>2005</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>MARCH 31,</u> <u>2006</u>
Land - cemetery	\$19,500			\$19,500
Building - cemetery	11,189			11,189
Office equipment	17,672			17,672
Election equipment	6,287			6,287
Machinery - cemetery	16,380			16,380
Land improvement	13,807			13,807
	<u>\$84,835</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$84,835</u>

The Township has established a policy of capitalizing assets purchased with a value of \$250 or greater.

NOTE 4 - BUDGETS AND BUDGETARY ACCOUNTING:

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The Township's Supervisor submits to the Township Board a proposed budget by March 31 of each year. The budget includes proposed expenditures and means of financing them.
2. The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles.
3. Budgeted amounts are as originally adopted, or as amended by the Township Board. Individual amendments were not material in relation to the original appropriations that were amended.

FREMONT TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 5 - CASH AND INVESTMENTS:

Cash and investments are held separately by each of the Township's funds.

DEPOSITS:

At year end, the carrying amount of the Township's deposits was \$268,439 and the bank balance was \$320,006 of which \$215,852 was covered by federal depository insurance and \$104,154 was uninsured and uncollateralized.

INVESTMENTS:

The Township's investments are categorized to give an indication of the level of risk assumed by the Township at year-end. Category 1 includes investments that are insured or registered, or securities held by the Township's or the Township's agent in the Township's name. Category 2 includes investments that are uninsured and unregistered, with securities held by the counterpart's trust department or its agent in the Township's name. Category 3 includes investments that are uninsured and unregistered, with the securities held by the counter party, or by its trust department or its agent but not in the Township's name. At March 31, 2006, the Township had no Category 1,2 or 3 investments. Additional disclosures required by GASB 40 are not included in the accompanying financial statements.

The Township's cash, cash equivalents, investments and restricted assets at March 31, 2006 are composed of the following:

	<u>CASH AND CASH EQUIVALENTS</u>
General Fund:	
Deposits	\$224,133
Current Tax Collection Fund:	
Deposits	<u>44,306</u>
TOTAL	<u>\$268,439</u>

NOTE 6 – RISK MANAGEMENT:

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees' and natural disasters. The Township carries commercial insurance to cover any losses that may result from the above described activities. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

NOTE 7 – PROPERTY TAX REVENUE:

Property taxes become an enforceable lien on the property as of December 1. Taxes are levied on December 1 and are due in February of the following year. The Township bills and collects its own property taxes and also taxes for the county, intermediate school district, state education fund and school districts. All tax collections are accounted for in the tax collection fund, an agency fund. Township tax revenues are recognized in the fiscal year that includes the December 1 levy date. A levy of 1.3899 mills was applied to \$67,606,615 taxable value for the 2005 tax year.

FREMONT TOWNSHIP
Notes to Financial Statements
For the Year Ended March 31, 2006

NOTE 8 – DESIGNATED FUND BALANCE:

The Township Board has designated a certain level of fund balance be set aside for the possible future construction of a township hall. Designated fund balance as of March 31, 2006 amounted to \$103,401.

NOTE 9 – GASB 34:

The Township chose not to adopt GASB 34, which is required by Generally Accepted Accounting Principals (GAAP). This departure from GAAP is also noted in the audit report letter.

NOTE 10 – REAPPRAISAL CONTRACT:

On June 23, 2005, the Township signed a contract to have the Township's real property inventoried and reappraised to reflect current market value. The total cost will be \$79,000. During the current year, \$7,900 was paid on this contract. The balance will be paid as work is completed.

ADDITIONAL INFORMATION

FREMONT TOWNSHIP
General Fund
Schedule of Revenues - Budget & Actual

	YEAR ENDED MARCH 31, 2006			YEAR ENDED MARCH 31, 2005
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>	
Taxes				
Property taxes	\$ 87,000	\$ 86,429	\$ (571)	\$ 89,929
Administrative fee	15,000	15,937	937	19,851
Total Taxes	<u>102,000</u>	<u>102,366</u>	<u>366</u>	<u>109,780</u>
Intergovernmental				
State Shared Revenue - Metro	125	3,577	(3,452)	3,580
State Shared Revenue	<u>111,000</u>	<u>170,107</u>	<u>59,107</u>	<u>168,763</u>
Total Intergovernmental	<u>111,125</u>	<u>173,684</u>	<u>62,559</u>	<u>172,343</u>
Licenses and permits	<u>2,100</u>	<u>4,547</u>	<u>2,447</u>	<u>3,070</u>
Charges for services	<u>9,381</u>	<u>14,450</u>	<u>5,069</u>	<u>15,540</u>
Interest	<u>2,000</u>	<u>2,460</u>	<u>460</u>	<u>2,230</u>
Miscellaneous	<u>1,150</u>	<u>2,132</u>	<u>982</u>	<u>52</u>
Total Revenues	<u><u>\$ 227,756</u></u>	<u><u>\$ 299,638</u></u>	<u><u>\$ 71,882</u></u>	<u><u>\$ 303,016</u></u>

See the accompanying notes.

FREMONT TOWNSHIP
General Fund
Schedule of Expenditures - Budget & Actual

YEAR ENDED MARCH 31, 2006				ACTUAL
	BUDGET	ACTUAL	VARIANCE - FAVORABLE (UNFAVORABLE)	YEAR ENDED MARCH 31, 2005
LEGISLATIVE				
Township Board				
Salaries	\$ 2,280	\$ 1,995	\$ 285	\$ 1,932
Fringe benefits	8,000	8,297	(297)	9,536
Membership & dues	1,800	1,779	21	1,287
Education & training	150	-	150	-
Professional services	8,000	3,103	4,897	5,640
Mileage	-	-	-	23
Data processing	-	-	-	6,878
Printing & publishing	3,200	3,542	(342)	2,756
Miscellaneous	6,600	2,313	4,287	6,438
Insurance	5,650	6,324	(674)	4,964
Payroll taxes	2,600	6,189	(3,589)	3,904
TOTAL LEGISLATIVE	38,280	33,542	4,738	43,357
GENERAL GOVERNMENT				
Supervisor				
Salaries	9,000	9,000	-	8,785
Contracted services	1,000	-	1,000	-
Office supplies	250	277	(27)	203
Education & meetings	1,500	637	863	491
Mileage	1,000	436	564	318
Miscellaneous	50	-	50	-
Telephone	200	156	44	7
Total Supervisor	13,000	10,506	2,494	9,804
Clerk's Staff				
Salaries	10,500	10,446	54	10,386
Contracted services	700	-	700	25
Office supplies	750	978	(228)	641
Education & meetings	1,400	89	1,311	812
Mileage	400	48	352	178
Computer admin expense	2,000	-	2,000	0
Miscellaneous	25	2	23	0
Telephone	350	368	(18)	396
Total Clerk's Staff	16,125	11,931	4,194	12,439

(Continued)

FREMONT TOWNSHIP
General Fund
Schedule of Expenditures - Budget & Actual

	YEAR ENDED MARCH 31, 2006			ACTUAL YEAR ENDED MARCH 31, 2005
	BUDGET	ACTUAL	VARIANCE - FAVORABLE (UNFAVORABLE)	
GENERAL GOVERNMENT, (Continued)				
Treasurer				
Salaries	\$ 9,900	\$ 9,900	\$ (0)	\$ 8,941
Contracted services	250	-	250	50
Office supplies	3,100	1,804	1,296	1,726
Education & meetings	1,400	357	1,043	780
Mileage	400	9	391	168
Tax bill preperation	3,600	335	3,265	3,313
Computer admin expense	2,000	-	2,000	0
County tax process	3,000	3,027	(27)	0
Miscellaneous	1,000	156	844	0
Telephone	300	377	(77)	122
Total Treasurer	24,950	15,966	8,984	15,100
Cemetery Operations				
Contracted services	38,750	18,102	20,649	16,850
Maintenance & gas	1,500	0	1,500	1,300
Miscellaneous	5,350	129	5,221	3,289
Capital Outlay	3,000	0	3,000	2,199
Total Cemetery Operations	48,600	18,230	30,370	23,638
Election				
Salaries	1,000	788	212	2,558
Office supplies	1,500	390	1,110	987
Miscellaneous	275	-	275	82
Education & training	350	49	301	376
Total Election	3,125	1,226	1,899	4,002
Zoning				
Salaries	7,250	8,022	(772)	6,980
Office supplies	250	191	59	130
Miscellaneous	2,600	386	2,214	2,752
Mileage	500	324	176	459
Legal & professional fees	2,000	110	1,890	20
Education & Training	500	1,396	(896)	-
Total Zoning	13,100	10,430	2,670	10,340

(Continued)

FREMONT TOWNSHIP
General Fund
Schedule of Expenditures - Budget & Actual

	<u>YEAR ENDED MARCH 31, 2006</u>			<u>ACTUAL YEAR ENDED MARCH 31, 2005</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE - FAVORABLE (UNFAVORABLE)</u>	
<i>GENERAL GOVERNMENT, (Continued)</i>				
Assessor	<u>\$ 26,150</u>	<u>\$ 31,841</u>	<u>\$ (5,691)</u>	<u>\$ 27,818</u>
Board of Review				
Salaries	1,150	370	780	670
Education & training	300	-	300	0
Miscellaneous	635	20	616	32
Office supplies	<u>50</u>	<u>18</u>	<u>33</u>	<u>-</u>
Total Board of Review	<u>2,135</u>	<u>407</u>	<u>1,728</u>	<u>702</u>
TOTAL GENERAL GOVERNMENT	<u>147,185</u>	<u>100,536</u>	<u>46,649</u>	<u>103,842</u>
Public Safety				
Fire protection service	12,425	12,425	-	12,275
Fire calls	8,000	4,550	3,450	7,900
Ambulance service	5,008	-	5,008	5,008
Thumb narcotics unit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Public Safety	<u>25,433</u>	<u>16,975</u>	<u>8,458</u>	<u>25,183</u>
Highways & Streets				
Road maintenance & construction	146,420	94,124	52,296	81,169
Metro act expenses	3,580	3,580	-	3,580
Chloride	<u>23,814</u>	<u>23,814</u>	<u>-</u>	<u>20,124</u>
Total Highways & Streets	<u>173,814</u>	<u>121,518</u>	<u>52,296</u>	<u>104,873</u>
Drain-at-Large	<u>6,000</u>	<u>3,884</u>	<u>2,116</u>	<u>4,327</u>
Other Expenditures	<u>1,500</u>	<u>-</u>	<u>1,500</u>	<u>-</u>
TOTAL EXPENDITURES	<u><u>\$ 392,212</u></u>	<u><u>\$ 276,456</u></u>	<u><u>\$ 115,756</u></u>	<u><u>\$ 281,582</u></u>

See the accompanying notes.

FREMONT TOWNSHIP
Schedule of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal Year Ended March 31, 2006

CURRENT TAX COLLECTION FUND

	BALANCE MARCH 31, 2005	ADDITIONS	DEDUCTIONS	BALANCE MARCH 31, 2006
<u>ASSETS</u>				
Cash	\$ 93,176	-	\$ 48,870	\$ 44,306
Taxes Receivable	291,794	\$ 1,609,634	1,653,655	247,773
TOTAL ASSETS	<u>\$ 384,970</u>	<u>\$ 1,609,634</u>	<u>\$ 1,702,525</u>	<u>\$ 292,079</u>
 <u>LIABILITIES</u>				
Accounts Payable	-	-	-	-
Due to state	\$ 26,723	\$ 26,723	-	-
Due to Tuscola County	83,402	502,101	\$ 488,632	\$ 69,933
Due to Caro Schools	32	711	686	7
Due to General Fund	109,619	159,238	109,866	60,247
Due to Intermediate Schools	44,134	288,474	287,276	42,936
Due to Mayville Schools	112,050	667,197	665,471	110,324
Due to Mayville Library	9,010	58,081	57,703	8,632
TOTAL LIABILITIES	<u>\$ 384,970</u>	<u>\$ 1,702,525</u>	<u>\$ 1,609,634</u>	<u>\$ 292,079</u>

See the accompanying notes.